Manitoba

Annual Report 1999 - 2000

Enabling Appropriations

Internal Reform, Workforce Adjustment and General Salary Increases

Other Appropriations

Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities

Capital Initiatives

Includes 10% post-consumer waste

101-00125/

Minister of
Finance

Room 103
Legislative Building
Winnipeg, Manitoba, CANADA
R3C 0V8

His Honour
The Honourable Peter M. Liba, C.M.
Lieutenant-Governor of Manitoba

May It Please Your Honour:

I have the privilege of presenting, for the information of Your Honour, the Annual Report covering various appropriations voted by the Legislature under the "Enabling Appropriations" and "Other Appropriations" service headings for the fiscal year ended March 31, 2000.

Respectfully submitted,

Greg Selinger

Honourable Greg Selinger
Minister of Finance

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Preface/Introduction

Enabling Appropriations

Enabling Appropriations is a collection of service headings that provide expenditure authority for programs that are delivered by a number of departments or other government units, where it is desirable to know the total amount allocated to the program, or where the allocation is not known at the time of printing of the estimates. These programs are not inter-related.

Funding voted under the enabling appropriations service headings is administered in two ways. Funding is allocated, as required, from enabling appropriations to departments or other government units responsible for program delivery. Approved expenditures are either charged directly to the appropriation in the delivery unit or in some situations, the departments recover expenditures incurred from an enabling appropriation. Authority to make allocations from enabling appropriations to program appropriations is granted to the Minister of Finance under section 33 of The Financial Administration Act (1997).

Other Appropriations

Other Appropriations is made up of a number of service headings that are not specific to any one department. Delivery departments or other government units are granted authority to either charge approved expenditures directly to the appropriation, or to recover expenditures from the appropriation. Therefore, all expenditures are reflected against the service heading. Again, these programs are not inter-related.

A number of these programs have separate reports or are included in the annual reports of departments that manage the service heading. This report includes only those programs that are not reported elsewhere. The following table identifies all of the programs included in Enabling Appropriations and Other Appropriations and where the annual report for each program can be found.

Enabling Appropriations

Canada-Manitoba Enabling Vote	reports of departments responsible for delivery of the individual agreements
Sustainable Development Innovations Fund	separate report
Justice Initiatives	reports of Manitoba Justice and Aboriginal and Northern Affairs
Internal Reform, Workforce Adjustment and General Salary Increases	this report

Other Appropriations

Emergency Expenditures ..... report of Manitoba Highways and Government Services

Urban Economic Development Initiatives ..... report of Manitoba Intergovernmental Affairs

Canada-Manitoba Infrastructure Works and Economic Development Partnership Agreements ..... separate report

Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities ..... this report

Capital Initiatives ..... this report

Millennium Fund ..... report of Manitoba Culture, Heritage and Tourism

Capital Investment

Internal Reform, Workforce Adjustment and General Salary Increases ..... this report

PART A – OPERATING EXPENDITURE

Enabling Appropriations

Internal Reform, Workforce Adjustment and General Salary Increases

This appropriation provides funding for various internal reform initiatives as well as any workforce adjustment costs which may result from changes in program design. This appropriation also provides for any costs related to general salary increases in government departments where the amount of the increase by department was not known at the time of tabling of the estimates. Normally, expenditure authority is transferred to departments on an as required basis. As a result, actual expenditures are recorded in delivery departments.

In 1999/2000, $18 million in authority was transferred to various departments, primarily for unbudgeted salary and compensation requirements, leaving a balance of $2 million in expenditure authority in the appropriation. Direct expenditures of $19 million were incurred in the appropriation for unanticipated systems related costs including a provision for the province's loss related to the portion of the investment in the Better Systems Initiative that has no future benefit, offset by a recovery of the unused portion of the provision for Y2K expenditures.

26-4 Internal Reform and Workforce Adjustment

Actual 1999/2000 $000s	Estimate 1999/2000 $000s	Variance Over (Under) $000s	Expl. No.	Actual 1998/99 $000s	Variance Over (Under) $000s	Expl. No.
19,655	1,632	18,023	1	21,000	(1,345)	2

1. Includes provision respecting loss for the Better Systems Initiative, offset by the Y2K recovery.
2. Difference in provisions made from the appropriation in 1999/2000 compared to the $21 million increase in the provision that was provided for the Y2K projects in 1998/99.

Five Year Funding Expenditure Summary

1995/96 $000s	1996/97 $000s	1997/98 $000s	1998/99 $000s	1999/2000 $000s
-	12,000	37,000	21,000	19,655

Other Appropriations

Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities

This appropriation provides funding for losses and expenditures incurred by various Crown corporations, agencies, boards and commissions, and other provincial entities which are not otherwise provided for through a department's estimates of expenditure. 1999/2000 expenditures were as follows:

Manitoba Potash Corporation - The province funds 49% of the corporation's annual operating costs as per a joint venture agreement with Canamax. 1999/2000 payments totaled $100,000.

Venture Manitoba Tours Ltd. - The province maintains a provision for potential losses related to the operation of Venture Manitoba Tours Ltd., a provincial Crown corporation which operates the Gull Harbour Resort and Conference Centre and the Falcon Lake golf course. The provision also recognizes the province's exposure on an outstanding loan guarantee issued by the province for the Gull Harbour Resort. The 1999/2000 cost was $135,000.

27-4 Allowance for Losses and Expenditures Incurred by Crown Corporations and Other Provincial Entities

Actual 1999/2000 $000s	Estimate 1999/2000 $000s	Variance Over (Under) $000s	Expl. No.	Actual 1998/99 $000s	Variance Over (Under) $000s	Expl. No.
236	775	(539)	1	(129)	365	2

1. The decrease reflects lower than anticipated operating and capital requirements for Venture Manitoba Tours Ltd. in 1999/2000 at the Gull Harbour Resort and Falcon Lake golf course as well as limited activity by Manitoba Potash Corporation in the joint venture with Potamine Potash mining of Canada.

2. Year-over-year increase primarily results from a reduction in the loss provision for Venture Manitoba Tours Ltd. of $(209) in 1998/99.

Five Year Expenditure Summary

1995/96 $000s	1996/97 $000s	1997/98 $000s	1998/99 $000s	1999/2000 $000
726	872	109	(129)	236

Capital Initiatives

This appropriation provided for capital investment in Manitoba's infrastructure. Projects were one-time in nature and 1999/2000 expenditures totaled $50.9 million for the following projects:

Manitoba Innovations Fund – A total of $5,248,000 was provided as matching provincial grant assistance of up to 40% of eligible costs in support of projects related to the acquisition, modernization and/or development of research infrastructure. The balance of funding for projects eligible for assistance from the Manitoba Innovations Fund are funded by grant assistance from the Canada Foundation for Innovation up to (40%) and through other funds secured through the research institution (minimum 20%).

Health Equipment – $5 million in funding was provided for the purchase of additional capital equipment to support clinical and patient care.

Highways Construction – $10 million in additional funding was provided for highway rehabilitation (pavement resurfacing and strengthening). See the 1999/2000 Annual Report for Manitoba Highways and Government Services for additional information.

City of Winnipeg Residential Street Repairs – $5 million in matching funding was provided to the City of Winnipeg for the continued maintenance of residential streets.

Rural Sewer and Water Supply Projects – Funding of $5 million was provided in 1999/2000 for sewer and water infrastructure projects to enhance sustainable economic development in various communities. See the 1999/2000 Annual Report of Manitoba Intergovernmental Affairs for additional information.

Port of Churchill Dredging – The province and the federal government agreed to cost share infrastructure upgrades and dredging at the Port Churchill over two years for a total investment of $19.6 million. Under the agreement the provincial contribution is up to a maximum of $6 million, or 30.6% of the total cost. The $3 million payment in 1999/2000 represented the final payment of the province's contribution to this project.

Waterway Crossings – $1.5 million was provided for bridge reconstruction and the replacement of bridges with culverts at various sites.

Northern Communities Infrastructure – $2 million provided in 1999/2000 to address the upgrading of water and sewer infrastructure in northern communities.

Northern Airports – Funding of $1 million provided in 1999/2000 to provide for upgrades to the province's remote airports to meet the current and operational demands of commercial aircraft servicing northern communities.

Canada-Manitoba Economic Development Partnership Agreement - $3,830,200 provided in 1999/2000 towards Manitoba's commitment in a joint federal/provincial agreement to sustain and strengthen economic development through contributions of $20 million each over a six-year period ending March 31, 2004. For additional information on project activities see the 1999/2000 Annual Report for the Canada-Manitoba Economic Development Partnership Agreement.

Public Schools Wiring and Cabling - $2.5 million in grant assistance provided to assist school divisions/districts with the costs of wiring and cabling classrooms and other technology improvements in order to support the introduction of technology.

Universities Capital - $2 million provided for urgent and critical requirements for capital projects at Manitoba universities. For additional information on project activities see the 1999/2000 Annual Report for Manitoba Education and Training.

Maple Leaf - $2 million in funding approved in 1999/2000 in support of the construction of a new hog processing plant in Brandon Manitoba. For additional information on project activity see the 1999/2000 Annual Report for Manitoba Intergovernmental Affairs.

Icelandic Heritage Museum and Culture Centre – 1999/2000 funding of $1 million was provided in support of construction for the museum and cultural centre as part of the Betel Waterfront Centre in Gimli.

Mennonite Colleges Federation - $1 million approved in support of renovations to the Mennonite College facility.

Commonwealth Air Training Plan Museum - $0.5 million approved for renovations at the museum.

Veterinary Clinics Capital Repairs - $0.3 million approved for upgrading or replacing existing infrastructure in veterinary clinics to meet the increase in demand for diagnostic tests.

27-5 Capital Initiatives

Actual 1999/2000 $000s	Estimate 1999/2000 $000s	Variance Over (Under) $000s	Expl. No.	Actual 1998/99 $000s	Variance Over (Under) $000s	Expl. No.
50,874	55,000	(4,126)	1	49,703	1,171	

1. Variance reflects anticipated project approvals that did not occur.

Five Year Expenditure Summary

1995/96 $000s	1996/97 $000s	1997/98 $000s	1998/99 $000s	1999/2000 $000s
-	-	-	49,703	50,874

PART B – CAPITAL INVESTMENT

Enabling Appropriations

Internal Reform, Workforce Adjustment and General Salary Increases

This appropriation provided funding for the development costs incurred in 1999/2000 to support the cross-departmental Better Systems reform initiative which is intended to create a "single window to government" and involves system development and redevelopment work in several key business areas in government.

B.8 Internal Reform and Workforce Adjustment

Actual 1999/2000 $000s	Estimate 1999/2000 $000s	Variance Over (Under) $000s	Expl. No.	Allocated/ Actual 1998/99 $000s	Variance Over (Under) $000s	Expl. No.
37,002	34,000	3,002	1	-	-	

1. The increase reflects cash flow requirements.

Five Year Funding Allocation/Expenditure Summary

1995/96 $000s	1996/97 $000s	1997/98 $000s	1998/99 $000s	1999/2000 $000s
-	-	-	-	37,002 *

* 1999/2000 represented the first year of the implementation of the accounting policy for tangible capital assets. Prior to 1999/2000, costs for the corporate technology projects, including Better Systems, were funded through the Government Information System management Organization (GISMO).